Sometimes, Iraqi officials would express doubts that the day would ever come. Jerry would pick up a photo of his granddaughter and say, "This is your guarantee I'm leaving." [Laughter]

Jerry, I know your wife, Francie, and your children, Paul and Leila, and your grand-daughter, Sophia, are really glad to have you back.

When Jerry Bremer greeted visitors at his office in Baghdad, he always began, "Welcome to free Iraq." Jerry, Iraq is free today, and you helped make it so. And a free Iraq will help make generations of Americans more secure. Our Nation will always be grateful to Ambassador Jerry Bremer and his good work.

These three men symbolize the nobility of public service, the good character of our country, and the good influence of America on the world.

Now it is my honor to present the Presidential Medal of Freedom, and I ask the military aide to read the citations.

[At this point, Maj. Steven T. Fischer, USA, Army Military Aide to the President, read the citations, and the President presented the medals.]

The President. Thank you all for coming. Laura and I now invite you for a reception here to honor our honorees.

Congratulations.

NOTE: The President spoke at 11:30 a.m. in the East Room at the White House.

Memorandum on Waiver of Restrictions on Assistance to the Republic of Uzbekistan Under the Cooperative Threat Reduction Act of 1993 and Title V of the FREEDOM Support Act

December 14, 2004

Presidential Determination No. 2005-13

Memorandum for the Secretary of State Subject: Waiver of Restrictions on Assistance to the Republic of Uzbekistan under the Cooperative Threat Reduction Act of 1993 and Title V of the FREEDOM Support Act

Consistent with the authority vested in me by section 1306 of the National Defense Authorization Act for Fiscal Year 2003 (Public Law 107–314), I hereby certify that waiving the restrictions contained in subsection (d) of section 1203 of the Cooperative Threat Reduction Act of 1993 (22 U.S.C. 5952), as amended, and the requirements contained in section 502 of the FREEDOM Support Act (22 U.S.C. 5852) during Fiscal Year 2005 with respect to the Republic of Uzbekistan is important to the national security interests of the United States.

You are authorized and directed to transmit to the Congress this certification and the associated report (including its classified annex) that has been prepared by my Administration consistent with section 1306(b) of Public Law 107–314. You are further authorized and directed to arrange for the publication of this certification in the *Federal Register*.

George W. Bush

Remarks Following Discussions With Prime Minister Silvio Berlusconi of Italy and an Exchange With Reporters

December 15, 2004

President Bush. There will be two opening statements, and then we'll take two questions per side. Thank you for coming.

Silvio, it's great to welcome you back to our country. I think it's fitting that one of the first world leaders to have visited after our elections is my friend Silvio Berlusconi. He is a close personal friend. He is a friend of the United States of America.

I told the Prime Minister I look forward to working with him over the next 4 years to make the world a better place for all, that I've got work to do in Europe. He gave me some very good advice about my upcoming trip. But he always gives me good advice, and I'm proud to have his advice.

We talked about peace between Israel and the Palestinian Authority. I think there's a very good chance that we can achieve that peace. I look forward to working toward that end. The Prime Minister had good advice on that subject as well.

He expressed his concerns about the relationship between the dollar and the euro. I told him we're going to take this issue on seriously with the Congress. The best thing that we can do from the executive branch of Government in America is to work with Congress to deal with our deficits. One deficit is a short-term budget deficit. Another deficit is the unfunded liabilities that come with Social Security and some of the health programs for the elderly. I told the Prime Minister that Social Security reform will be at the top of my agenda. I campaigned on the issue. I look forward to working with Members of Congress to resolve this longterm, unfunded issue so that the world financiers can take comfort in the fact that this Government will address one part of the budget deficit. There's a trade deficit. That's easy to resolve; people can buy more United States products if they're worried about the trade deficit.

But we've had a good visit. And I'm proud my friend is here.

And finally, we discussed our mutual desire to spread freedom and peace. I want to thank the Prime Minister for his understanding about the need for the free world to succeed in Afghanistan and Iraq. He's the kind of man, when he gives you his word, he keeps his word, which is the sign of an impressive, strong leader.

So thank you for coming.

Prime Minister Berlusconi. Thank you, Mr. President, for your kind words. Thank

you for the friendship you showed to me, to my Government, and my country.

And my behavior and the behavior of my Government is based on the fact that we share the same values. We appreciate strongly the fact that America has taken on the responsibility of defending and spreading peace and democracy all over the world. And we appreciate the fact the United States do that with sacrifices and a lot of suffering. So we fully share the work carried out by the American administration. And the political agenda, the program which has been announced for the next 4 years, is something we fully agree on.

We share the same opinion as to the need of reforming the United Nations in order to make it an institution which will be able to tackle the problems affecting this century and the multilateralism which has to take into account results to be achieved and complete facts. We agree on the fact that we have to continue the fight and the war on terror together. And we agreed on the fact that it is now the appropriate time to solve the Middle East issue.

And in particular, I agree on the way in which we keep on and carry on our relationship. It's a very frank, direct, straightforward, and spontaneous way, full of truth. And I think this was the deepest reason why President Bush succeeded so much, especially visa-vis the Americans. It is not politics. There is no politics which makes people say things which people do not believe in or think. President Bush tells me and all of the others always what's in his mind. And it is very positive that "yes" means really "yes" to him and "no" means "no." And I want to reassure President Bush that we'll do any possible effort to strengthen the relationship between the United States of America and Europe. Because I agree with him: The West is only

President Bush. Welcome. Anybody representing AP here? Oh, you are, Terry [Terence Hunt, Associated Press]. Go ahead.

Upcoming Iraqi Elections

Q. Iraq's Defense Minister says that Iran and Syrian intelligence agents are supporting Al Zarqawi and that Iran is trying to sway the January 30 elections. Do you believe

these charges are accurate, sir? And is there anything the United States can do besides simply telling Iran and Syria to refrain?

President Bush. We have made it very clear to the countries in the neighborhood, including the two you mentioned, that we expect there to be help in establishing a society in which people are able to elect their leaders and that we expect people to work with the Iraqi Interim Government to enforce border, to stop the flow of people and money that aim to help these terrorists. We've made that very clear, and we'll continue to make it clear.

We have made it clear that for the good of the area, that there ought to be a peaceful country where the different religions can come together under the TAL which has been passed, the go-by for what a new constitution should look like. And we will continue to make it clear to both Syria and Iran that—as will other nations in our coalition, including our friend the Italians—that meddling in the internal affairs of Iraq is not in their interests.

You want to call on somebody from the Italian press?

[At this point, an interpreter translated President Bush's remarks into Italian.]

The President. I'll be more polite to the translator from now on. [Laughter] Want to call on somebody from the——

Dollar-Euro Relationship

Q. You said you've discussed the euro-dollar ratio, and therefore, you discussed your relations between the two economic blocs. Can you say something more in detail about what you talked about and if there is, in the future, the possibility of a better balance between the euro and the dollar in terms of the exchange rate?

The President. The policy of my Government is a strong dollar policy.

Interpreter. I'm sorry, sir. I didn't hear you. [Laughter]

The President. She might not agree with it. [Laughter] We believe that the markets should make the decision about the relationship between the dollar and the euro. Therefore, to the extent that the Federal Government is involved with strengthening—mak-

ing the conditions such that a strong dollar will emerge, we'll do everything we can in the upcoming legislative session to send a signal to the markets that we'll deal with our deficits, which, hopefully, will cause people to want to buy dollars.

Independently, the Federal Reserve, under the leadership of Alan Greenspan, raised the interest rates yet again, a signal to the world markets that the Chairman is also aware of the relative currency valuations between the euro and the dollar.

I'm not that generous yet. We love April [April Ryan, American Urban Radio Networks], but there's a limited number of questions.

Holland [Steve Holland, Reuters].

Social Security Reform

Q. Sir, you're going to this conference today. Some Democrats call the private accounts in Social Security a risky scheme. What happens if people lose money on their investments? Does the Government bail them out?

President Bush. Look, Steve, this is the issue about addressing the long-term liability issue. This is the Social Security issue. Like many nations in Europe, there's an issue with Social Security systems. Baby boomers are getting ready to retire, and there's not enough workers to sustain that which—that which has been promised. And so the fundamental question I placed before the Congress is: We have a problem; let's work together to deal with it.

I believe there's a consensus beginning to grow, that members of both political parties understand now is the time to address this problem. I believe one way to help make sure the system meets the needs of a younger generation is to allow younger workers to take some of their own taxes and invest in a personal savings account—under certain conditions. The people in our country have heard this notion, so-called "risky scheme" adjectives in the 2000 campaign and the 2004 campaign. I took the message to them. They realize, like I realize, now is the time to deal with the problem. And I look forward to working with both members—members of both parties to solve this problem.

But let me just give you one—this is a chance now to kind of start laying the groundwork for future questions. The great desire for people in Congress is for me to negotiate with myself. You notice I said the great desire for Members of Congress, not members of the press. And therefore, I will continue to articulate principles that I think are important and reach out to members of both parties to fashion a plan that solves the problem.

Prime Minister Berlusconi. The problem of Social Security is common to all of the Western world. And this is, luckily, due to the fact that we live longer because of the better standard of living and because of the discoveries made by medicine. In Europe, all governments are dealing with reforming Social Security systems, but one thing is for sure, that it needs to be done. That is, we have to extend the working life of the people.

I'm one of the strongest believers in that, because at my age, I'm convinced that one—at my age, you can keep on working pretty well. [Laughter] And you can tap on the experience you've kind of piled up over your working life.

President Bush. You look like a baby boomer. [Laughter]

Prime Minister Berlusconi. I thank you very much. It's medicine as well. Also credit medicine. [Laughter]

President Bush. Final question. Do you want to call on somebody?

Prime Minister Berlusconi. I want to say something. We have already reformed our Social Security system in Italy. And this is one of the 24 reforms through which we are modernizing our country. And I've just said to President Bush that at the end of its term, my Government will have completed many more reforms than all of the previous governments in the Italian Republic.

President Bush. Very good.

A final question from the Italian press?

Proposed Joint Italian-U.S. Helicopter Production

Q. Did you debate the possibility that the President of the United States will soon fly on Italian helicopters? [Laughter]

President Bush. No, I appreciate that—

Prime Minister Berlusconi. The Italian helicopters almost completely made, manufactured, in the United States.

President Bush. With U.S. parts. I've got the message, yes. [Laughter]

Prime Minister Berlusconi. I can only say that I've been flying these helicopters for 30 years, and I'm still here.

President Bush. And you never crashed. [Laughter] That's a good start. [Laughter]

The Prime Minister brought up the issue. I'm very familiar with it. As you know, we delayed a decision until later on in the spring. I'm very aware of the joint venture. I understand the nature of U.S. jobs that will be created in this venture, and I assured him the venture will be treated fairly.

Thank you for coming. Happy holidays. Happy holidays.

NOTE: The President spoke at 11:57 a.m. in the Oval Office at the White House. A reporter referred to Defense Minister Hazim Qutran al-Khuzai al-Shalan of the Iraqi Interim Government; and senior Al Qaida associate Abu Musab Al Zarqawi. Prime Minister Berlusconi spoke in Italian, and his remarks were translated by an interpreter.

Remarks in a Panel Discussion on the High Cost of Lawsuit Abuse at the White House Conference on the Economy

December 15, 2004

The President. Listen, thank you all for coming. I've just come off a campaign—[laughter]—and spent a great deal of time talking with the American people about how to make sure America is the best place in the world to do business. And there was a lot of discussion in the course of the last couple of months about what's the best philosophy to make sure that jobs are created here, that the entrepreneurial environment is strong, that small businesses can flourish but, most importantly, that people find jobs close to home.

And one of the things that I talked about was making sure that the environment for risking capital was conducive for job creation. And I tried to say that as plainly as I could. And one issue that I talked about, to make